



**REPORT OF THE AUDITOR OF PUBLIC ACCOUNTS
AUDIT EXAMINATION OF THE
ESTILL COUNTY FISCAL COURT**

Fiscal Year Ended June 30, 1999

**EDWARD B. HATCHETT, JR.
AUDITOR OF PUBLIC ACCOUNTS
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EXECUTIVE SUMMARY

ESTILL COUNTY DWIGHT ARVIN, COUNTY JUDGE/EXECUTIVE FISCAL COURT AUDIT FISCAL YEAR ENDED JUNE 30, 1999

On July 13, 2000, fieldwork was completed on the June 30, 1999 Estill County Fiscal Court Audit. An unqualified opinion was rendered on the financial statements. No reportable conditions relating to the audit of the financial statements were reported.

As of June 30, 1999, the county had eight funds with a total cash balance of \$228,428.

Reporting Entity:

The Estill County Public Properties Corporation and the Estill County Jail Commissary were included as part of the reporting entity.

Deposits and Investments:

The county's deposits were 100% collateralized and insured as of June 30, 1999.

Lease Agreement:

The Estill County Fiscal Court has two lease agreements with the Kentucky Association of Counties Leasing Trust for the construction of an Enrichment Center and road equipment. The outstanding principal balances totaled \$284,000 as of June 30, 1999.

Long-Term Debt:

The Estill County Public Properties Corporation had bond principal outstanding totaling \$360,000 as of June 30, 1999. The county is also liable for a long-term participation agreement with the Kentucky Local Correctional Facilities Construction Authority for the construction of a jail. The principal balance as of June 30, 1999 was \$157,328.

Comments and Recommendations:

Several comments and recommendations were made to the county regarding the Jail Commissary Fund. The Jailer was not keeping the financial reports and accounting records for the jail commissary money as required by KRS 441.135. The commissions the Jailer received for prisoner telephone use were also not accounted for properly. It was also brought to the Jailer's attention that he needed to start collecting bail bond fees and remit these fees pursuant to KRS 30A.060(3).

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Edward B. Hatchett, Jr.
Auditor of Public Accounts

To the People of Kentucky

Honorable Paul E. Patton, Governor

John P. McCarty, Secretary

Finance and Administration Cabinet

Mike Haydon, Secretary, Revenue Cabinet

Honorable Dwight Arvin, Estill County Judge/Executive

Members of the Estill County Fiscal Court

Independent Auditor's Report

We have audited the accompanying statement of assets, liabilities, and fund balances arising from cash transactions of Estill County, Kentucky, as of June 30, 1999, and the related statement of cash receipts, cash disbursements, and changes in cash balances for the year then ended. These financial statements are the responsibility of the Estill County Fiscal Court. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards issued by the Comptroller General of the United States, and the Audit Guide for Fiscal Court Audits issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Estill County, Kentucky, prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and laws of Kentucky. Consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund balances arising from cash transactions of Estill County, Kentucky, and the related statement of cash receipts, cash disbursements, and changes in cash balances as of and for the year ended June 30, 1999, in conformity with the cash basis of accounting described above.

To the People of Kentucky
Honorable Paul E. Patton, Governor
John P. McCarty, Secretary
Finance and Administration Cabinet
Mike Haydon, Secretary, Revenue Cabinet
Honorable Dwight Arvin, Estill County Judge/Executive
Members of the Estill County Fiscal Court

Our audit was performed for the purpose of forming an opinion on the financial statements of Estill County, Kentucky, taken as a whole. The information provided on the accompanying schedules is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the financial statements taken as a whole.

Based on the results of our audit, we present the accompanying comments and recommendations, included herein, which discusses the following areas of noncompliance:

- The Fiscal Court Should Require Improved Accounting Procedures For Jail Commissary Fund
- Jail Telephone Commissions And Jail Commissary Moneys Were Not Accounted For Properly
- Jail Commissary Fund Had A Lack Of Adequate Segregation Of Duties
- Jailer Should Properly Collect And Account For Bail Bond Fees

In accordance with Government Auditing Standards, we have also issued our report dated July 13, 2000, on our consideration of Estill County, Kentucky's compliance with certain provisions of laws, regulations, contracts, and grants, and internal control over financial reporting.

Respectfully submitted,



Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
July 13, 2000

ESTILL COUNTY OFFICIALS

Fiscal Year Ended June 30, 1999

Dwight Arvin	County Judge/Executive
Heather Combs	County Attorney
Sherry Fox	County Clerk
Lena B. Henry	Circuit Court Clerk
Gary Freeman	Sheriff
Wayne Abney	Jailer
Tamara P. Dunaway	Property Valuation Administrator
Laura Ann Rogers	County Treasurer
John Toler	Coroner
Kevin Williams	Magistrate
Otis Freeman	Magistrate
Jeff Hensley	Magistrate

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STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

ESTILL COUNTY
STATEMENT OF ASSETS, LIABILITIES,
AND FUND BALANCES ARISING FROM CASH TRANSACTIONS

June 30, 1999

Assets and Other Resources

Assets

General Fund:	
Cash	\$ 86,071
Road and Bridge Fund:	
Cash	18,973
Jail Fund:	
Cash	6,280
Jail Commissary Fund:	
Cash	1,158
Local Government Economic Assistance Fund:	
Cash	2,013
CSEPP Fund:	
Cash	53,965
Public Properties Corporation Fund:	
Cash	59,968
Payroll Revolving Account	
Cash	5,356

Other Resources

General Fund:	
Amounts to be Provided in Future Years for	
Capital Lease Principal Payments - Enrichment Center	220,000
Road and Bridge Fund:	
Amounts to be Provided in Future Years for	
Capital Lease Principal Payments - Equipment	64,000
Jail Fund:	
Amounts to be Provided in Future Years for Jail Capital	
Lease Obligations - Principal	157,328
Public Properties Corporation Fund:	
Amounts to be Provided in Future Years for	
Bond Principal Payments	300,032
	<hr/>
Total Assets and Other Resources	\$ 975,144
	<hr/>

The accompanying notes are an integral part of the financial statements.

ESTILL COUNTY
 STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
 ARISING FROM CASH TRANSACTIONS
 June 30, 1999
 (Continued)

Liabilities and Fund Balances

Liabilities

General Fund:

Capital Lease Agreement Principal	
Enrichment Center (Note 4A)	\$ 220,000

Road and Bridge Fund:

Capital Lease Agreement Principal	
Equipment (Note 4B)	64,000

Jail Fund:

Capital Lease Obligation - Principal (Note 5B)	157,328
--	---------

Public Properties Corporation Fund:

Bond Principal Payable (Note 5A)	360,000
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Payroll Revolving Account:

Payroll Taxes Payable	5,356
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Fund Balances

Reserved:

Jail Commissary Fund	1,158
CSEPP Fund	53,965

Unreserved:

General Fund	86,071
Road and Bridge Fund	18,973
Jail Fund	6,280
Local Government Economic Assistance Fund	2,013

Total Liabilities and Fund Balances	<u>\$ 975,144</u>
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The accompanying notes are an integral part of the financial statements.

STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

ESTILL COUNTY
STATEMENT OF CASH RECEIPTS,
CASH DISBURSEMENTS, AND CHANGES IN CASH BALANCES

Fiscal Year Ended June 30, 1999

<u>Cash Receipts</u>	<u>Totals (Memorandum Only)</u>	<u>General Fund</u>	<u>Road and Bridge Fund</u>	<u>Jail Fund</u>
Schedule of Operating Revenue	\$ 2,560,300	\$ 1,373,785	\$ 955,200	\$ 122,147
Transfers In	254,552		15,000	170,832
Jail Commissary Fund Receipts	2,621			
Total Cash Receipts	<u>\$ 2,817,473</u>	<u>\$ 1,373,785</u>	<u>\$ 970,200</u>	<u>\$ 292,979</u>
<u>Cash Disbursements</u>				
Comparative Schedule of Final Budget and Budgeted Expenditures	\$ 2,595,455	\$ 1,253,794	\$ 935,152	\$ 287,572
Transfers Out	254,552	185,832	68,720	
Bonds:				
Principal Paid	50,000			
Interest Paid	21,785			
Jail Capital Lease Obligation Principal	5,425			5,425
Lease Principal Paid	31,000	12,000	19,000	
Jail Commissary Fund Expenditures	2,071			
Total Cash Disbursements	<u>\$ 2,960,288</u>	<u>\$ 1,451,626</u>	<u>\$ 1,022,872</u>	<u>\$ 292,997</u>
Excess (Deficiency) of Cash Receipts Over (Under) Cash Disbursements	\$ (142,815)	\$ (77,841)	\$ (52,672)	\$ (18)
Cash Balance - July 1, 1998	<u>371,243</u>	<u>163,912</u>	<u>71,645</u>	<u>6,298</u>
Cash Balance - June 30, 1999	<u>\$ 228,428</u>	<u>\$ 86,071</u>	<u>\$ 18,973</u>	<u>\$ 6,280</u>

The accompanying notes are an integral part of the financial statements.

ESTILL COUNTY
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH BALANCES
Fiscal Year Ended June 30, 1999
(Continued)

Jail Commissary Fund	Local Government Economic Assistance Fund	CSEPP Fund	State Grant Fund	Public Properties Corporation Fund
\$	\$ 50,436	\$ 29,315	\$ 26,528	\$ 2,889
				68,720
<u>2,621</u>				
<u>\$ 2,621</u>	<u>\$ 50,436</u>	<u>\$ 29,315</u>	<u>\$ 26,528</u>	<u>\$ 71,609</u>
\$	\$ 53,265	\$ 39,144	\$ 26,528	\$
				50,000
				21,785
<u>2,071</u>				
<u>\$ 2,071</u>	<u>\$ 53,265</u>	<u>\$ 39,144</u>	<u>\$ 26,528</u>	<u>\$ 71,785</u>
\$ 550	\$ (2,829)	\$ (9,829)	\$	\$ (176)
608	4,842	63,794		60,144
<u>\$ 1,158</u>	<u>\$ 2,013</u>	<u>\$ 53,965</u>	<u>\$ 0</u>	<u>\$ 59,968</u>

ESTILL COUNTY
NOTES TO FINANCIAL STATEMENTS

June 30, 1999

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statements of Estill County include the funds, agencies, boards, and entities for which the fiscal court is financially accountable. Financial accountability, as defined by Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, as amended by GASB 14, was determined on the basis of the government's ability to significantly influence operations, select the governing authority, participate in fiscal management and the scope of public service. Based upon the criteria stated in GASB 14, management has included the Jail Commissary Fund and the Public Properties Corporation Fund as part of the reporting entity.

B. Fund Accounting

Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. The government uses funds to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts.

C. Basis of Accounting

The financial statements were prepared on a cash basis of accounting pursuant to Kentucky Revised Statute (KRS) 68.210 as recommended by the State Local Finance Officer. Consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The cash basis accounting system does not require an entity to maintain a general fixed asset group or a general long-term debt group of accounts.

D. Legal Compliance - Budget

The Estill County budget is adopted on a cash basis of accounting and laws of Kentucky as required by the State Local Finance Officer. The County Judge/Executive is required to submit estimated receipts and proposed expenditures to the fiscal court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the fiscal court by July 1.

The fiscal court may change the original budget by transferring appropriations at the activity level; however, the fiscal court may not increase the total budget without approval by the State Local Finance Officer. Expenditures may not exceed budgeted appropriations at the activity level.

E. Cash and Investments

Cash includes amounts in bank accounts, and investments are stated at cost. Investments may include certificates of deposit on the financial statements; however, for the purpose of disclosing credit risk (Note 3), investments exclude certificates of deposit.

ESTILL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 1. (Continued)

E. Cash and Investments (Continued)

KRS 66.480 authorizes the county to invest in the following, including but not limited to, obligations of the United States and of its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States, obligations of any corporation of the United States government, bonds or certificates of indebtedness of this state, and certificates of deposit issued by or other interest-bearing accounts of any bank or savings and loan institution which are insured by the Federal Deposit Insurance Corporation (FDIC) or which are collateralized, to the extent uninsured, by any obligation permitted by KRS 41.240(4).

Note 2. Employee Retirement System

The county has elected to participate in the County Employees Retirement System (CERS), pursuant to KRS 78.530 administered by the Board of Trustees of the Kentucky Retirement Systems. This is a multiple-employer public retirement system which covers all eligible full-time employees. Benefit contributions and provisions are established by statute. Nonhazardous covered employees are required to contribute 5 percent of their salary to the plan. The county's contribution rate for nonhazardous employees was 8.65 percent.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65.

Historical trend information showing the CERS' progress in accumulating sufficient assets to pay benefits when due is present in the Kentucky Retirement Systems' annual financial report.

Note 3. Deposits

The county maintained deposits of public funds with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). According to KRS 66.480(1)(d) and KRS 41.240(4), the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals or exceeds the amount of public funds on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the county and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. These requirements were met, and as of June 30, 1999, the county's deposits were fully insured or collateralized at a 100% level with collateral of either pledged securities held by the county's agent in the county's name, or provided surety bond which named the county as beneficiary/obligee on the bond.

ESTILL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 4. Kentucky Association of Counties Leasing Trust Agreement

A. Enrichment Center

Estill County Fiscal Court entered into a leasing agreement with the Kentucky Association of Counties Leasing Trust for the purpose of construction of a county Enrichment Center. The amount of the lease principal was \$285,000, plus interest at 5.43 percent and administrative fees, credit fees, and fiduciary fees. The principal is paid annually, and the interest is paid monthly over a 10-year period. The principal balance of the lease trust as of June 30, 1999 was \$220,000.

B. Equipment

Estill County Fiscal Court entered into a leasing trust agreement with the Kentucky Association of Counties Leasing Trust for the purpose of purchasing equipment. The amount of the lease principal was \$173,000, plus interest at 5.2 percent and administrative fees, credit fees, and fiduciary fees. The principal is paid annually, and the interest is paid monthly over a 10-year period. The principal balance of the lease trust as of June 30, 1999 was \$64,000.

Note 5. Long-Term Debt

A. Bonds Outstanding of the Estill County Public Properties Corporation

The county is liable for the following bonds issued by the Estill County Public Properties Corporation dated August 5, 1996 in the amount of \$585,000. Principal is payable annually on August 1, and interest is payable semiannually on February 1 and August 1. Debt service requirements are as follows:

<u>Year Ended June 30,</u>	<u>Scheduled Interest</u>	<u>Scheduled Principal</u>
2000	\$ 20,237	\$ 50,000
2001	17,281	55,000
2002	13,900	60,000
2003	10,270	60,000
2004	6,425	65,000
2005	2,205	70,000
Totals	<u>\$ 70,318</u>	<u>\$ 360,000</u>

ESTILL COUNTY
NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

Note 5. Long-Term Debt (Continued)

B. Long-Term Participation Agreement

The Kentucky Local Correctional Facilities Construction Authority, an independent corporate agency and instrumentality of the Commonwealth of Kentucky, issued revenue bonds for the purpose of construction and reconstruction of jail facilities. The Estill County Fiscal Court subsequently entered into a lease and participation agreement with the Authority for \$206,362 principal and a proportional share of interest on the issue. Principal outstanding as of June 30, 1999 totaled \$157,328. Debt service requirements are as follows:

<u>Year Ended June 30,</u>	<u>Scheduled Interest</u>	<u>Scheduled Principal</u>
2000	\$ 9,787	\$ 5,958
2001	9,397	6,336
2002	8,983	6,738
2003	8,542	7,165
2004	8,073	7,620
2005-2015	<u>47,853</u>	<u>123,511</u>
Totals	<u>\$ 92,635</u>	<u>\$ 157,328</u>

Note 6. Lease-Purchase Agreements

The county has entered into the following lease-purchase agreements:

<u>Description</u>	<u>Annual Payment</u>	<u>Term of Agreement</u>	<u>Ending Date</u>	<u>Balance 6/30/99</u>
Copier	\$ 1,758	3 Years	Nov-2000	\$ 2,490
Fax	\$ 467	3 Years	Oct-2000	\$ 622

Note 7. Insurance

For the fiscal year ended June 30, 1999, Estill County was a member of the Kentucky Association of Counties' All Lines Insurance Fund (KALF). KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of a collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

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COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

ESTILL COUNTY
COMPARATIVE SCHEDULE OF
BUDGETED TO ACTUAL OPERATING REVENUE

Fiscal Year Ended June 30, 1999

<u>Budgeted Funds</u>	<u>Budgeted Operating Revenue</u>	<u>Actual Operating Revenue</u>	<u>Over (Under) Budget</u>
General Fund	\$ 1,413,358	\$ 1,373,785	\$ (39,573)
Road and Bridge Fund	980,866	955,200	(25,666)
Jail Fund	302,402	122,147	(180,255)
Local Government Economic Assistance Fund	49,761	50,436	675
CSEPP Fund	28,250	29,315	1,065
Community Development Block Grant Fund	985,000		(985,000)
State Grant Fund	326,528	26,528	(300,000)
Total	<u>\$ 4,086,165</u>	<u>\$ 2,557,411</u>	<u>\$ (1,528,754)</u>
<u>Reconciliation</u>			
Total Budgeted Operating Revenue Above			\$ 4,086,165
Add: Budgeted Prior Year Surplus			310,491
Less: Other Financing Uses			<u>(106,604)</u>
Total Operating Budget Per Comparative Schedule Of Final Budget and Budgeted Expenditures			<u>\$ 4,290,052</u>

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SCHEDULE OF OPERATING REVENUE

ESTILL COUNTY
SCHEDULE OF OPERATING REVENUE

Fiscal Year Ended June 30, 1999

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
Revenue From Local Taxes <u>and Excess Fees</u>				
Sheriff:				
Taxes	\$ 216,033	\$ 216,033	\$	\$
Fire Protection	2,564	2,564		
Advertising Fees	1,276	1,276		
County Clerk:				
Deed Transfer Tax	13,527	13,527		
Delinquent Taxes	7,647	7,647		
Excess Fees - 1998	63,979	63,979		
Tangible Personal Property Taxes:				
Other Counties	1,741	1,741		
County Clerk	50,440	50,440		
Occupational Employment Tax	380,141	380,141		
911 Telephone Tax	67,314	67,314		
In Lieu of Taxes - U.S. Treasurer	3,010	3,010		
Totals	<u>\$ 807,672</u>	<u>\$ 807,672</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Federal Receipts - State Treasurer</u>				
Disaster and Emergency Assistance				
Grants - Coordinator Salary	\$ 408	\$ 408	\$	\$
Federal Emergency Management				
Agency Reimbursement	127,435		127,435	
Road Energy Recovery	2,056		2,056	
National Forestry Receipts	3,250		3,250	
Chemical Stockpile Emergency Preparedness Program	29,315			
Totals	<u>\$ 162,464</u>	<u>\$ 408</u>	<u>\$ 132,741</u>	<u>\$ 0</u>

Local Government Economic Assistance Fund	CSEPP Fund	State Grant Fund	Public Properties Corporation Fund
\$	\$	\$	\$
\$ 0	\$ 0	\$ 0	\$ 0
\$	\$	\$	\$
\$ 0	29,315	\$ 0	\$ 0

ESTILL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Kentucky State Treasurer</u>				
Jail:				
Allotments	\$ 49,653	\$	\$	\$ 49,653
Medical Allotments	3,627			3,627
Driving Under The Influence Fees	2,525			2,525
Controlled Intake Prisoners	35,896			35,896
County Road Aid	454,141		454,141	
Truck License Distribution	161,449		161,449	
Election Expense Reimbursement	7,650	7,650		
Strip Mine Permits	250			
Courthouse Rental - Administrative				
Office of the Courts	39,569	39,569		
Refunds:				
Legal Process Tax	108	108		
Drivers Licenses	1,388		1,388	
Dog Licenses	182	182		
Timberland Tax	60	60		
Severance Taxes:				
Coal	32,984			
Mineral	17,031			
Board of Assessments	350	350		
Grants:				
State Grants (Area Development Fund)	200,000		200,000	
Ambulance	187,578	161,050		
Disaster and Emergency Services				
Reimbursement	2,440	2,440		
Firefighter Incentive Pay	2,976	2,976		
Totals	\$ 1,199,857	\$ 214,385	\$ 816,978	\$ 91,701

Local Government Economic Assistance Fund	CSEPP Fund	State Grant Fund	Public Properties Corporation Fund
\$	\$	\$	\$
250			
32,984			
17,031			
		26,528	
\$ 50,265	\$ 0	\$ 26,528	\$ 0

ESTILL COUNTY
 SCHEDULE OF OPERATING REVENUE
 Fiscal Year Ended June 30, 1999
 (Continued)

	Totals (Memorandum Only)	General Fund	Road and Bridge Fund	Jail Fund
<u>Miscellaneous Revenue</u>				
Interest	\$ 9,180	\$ 2,426	\$ 3,493	\$ 201
Charges for Services:				
Landfill User	285,057	285,057		
Court Costs, Jail Operation	5,678			5,678
Jail Contract With Other Counties	23,753			23,753
Rentals	16,963	16,963		
Recycling Receipts	33	33		
Reimbursements	812	812		
Public Service Company	72	72		
Vending Machine Commission	922	922		
Jail Telephone Commission	415			415
Dog Pound	8,162	8,162		
911 Payroll Reimbursement	30,375	30,375		
Miscellaneous Items	8,885	6,498	1,988	399
Totals	\$ 390,307	\$ 351,320	\$ 5,481	\$ 30,446
Total Operating Revenue	<u>\$ 2,560,300</u>	<u>\$ 1,373,785</u>	<u>\$ 955,200</u>	<u>\$ 122,147</u>

ESTILL COUNTY
SCHEDULE OF OPERATING REVENUE
Fiscal Year Ended June 30, 1999
(Continued)

Local Government Economic Assistance Fund	CSEPP Fund	State Grant Fund	Public Properties Corporation Fund
\$ 171	\$	\$	\$ 2,889
<u>\$ 171</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,889</u>
<u>\$ 50,436</u>	<u>\$ 29,315</u>	<u>\$ 26,528</u>	<u>\$ 2,889</u>

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COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

ESTILL COUNTY
COMPARATIVE SCHEDULE OF
FINAL BUDGET AND BUDGETED EXPENDITURES

Fiscal Year Ended June 30, 1999

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>GENERAL FUND</u>			
<u>General Government</u>			
Office of County Judge/Executive:			
Salaries-			
County Judge/Executive	\$ 53,778	\$ 53,139	\$ 639
Deputy County Judge/Executive	25,769	25,670	99
Administrative Assistant	16,644	16,273	371
Office Materials and Supplies	5,000	4,902	98
Office of County Attorney:			
Salaries-			
County Attorney	7,061	6,472	589
Secretaries	7,250	7,249	1
Office of County Clerk:			
Copy Rental	10,200	10,051	149
Office Supplies			
Administration Costs	3,000	2,059	941
Office of Sheriff:			
Deputy Sheriff Salary	17,830	17,626	204
Office Supplies	433	433	
Fuel	3,328	3,253	75
Tax Bill Envelopes	2,500	2,315	185
Miscellaneous	7,400	7,290	110
Office of County Coroner:			
Salaries-			
County Coroner	7,416	6,798	618
Deputy Coroner	3,941	3,720	221
Material and Supplies	100		100
Miscellaneous	1,600	1,360	240
Reserve for Trans.	300		300
Fiscal Court:			
Magistrates Salaries	24,720	24,720	
Expense Allowance	3,600	3,300	300

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
Fiscal Court (Continued):			
Fiscal Court Clerk Salary	\$ 2,400	\$ 2,200	\$ 200
Office of Property Valuation Administrator:			
Statutory Contribution	9,581	9,482	99
Office of Board of Assessment Appeals:			
Per Diem	1,000	700	300
Office of County Treasurer:			
Salaries-			
County Treasurer	19,000	19,000	
Office Materials and Supplies	1,900	1,805	95
County Law Library:			
Law Librarian Salary	600		600
Elections:			
Per Diem-			
Election Commissioners	6,000	3,790	2,210
Election Officers	9,995	9,860	135
Polling Places	7,200	5,930	1,270
Materials and Supplies	3,000	3,000	
Job Specific Materials	1,800		1,800
Economic Development:			
Contribution	251,000	52,050	198,950
Courthouse:			
Custodial Salaries	30,135	29,579	556
Custodial Supplies	4,500	4,367	133
Renewal and Repair	14,800	14,054	746
Maintenance and Repair	11,200	10,927	
Other Capital Outlay	111,950	83,832	28,118

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>General Government</u> (Continued)			
Other County Properties:			
Enrichment Center-			
Renewal and Replacement	\$ 2,000	\$ 1,513	\$ 487
Miscellaneous	2,160	2,061	99
<u>Protection to Persons and Property</u>			
Police Department			
County Police Salaries	14,762	14,762	
Vehicle Maintenance	1,000	662	338
County Fire Department:			
Supervisor Salary	16,980	16,866	114
Fire Runs	3,200	3,196	4
Incentive Pay	2,750	2,521	229
Vehicle Maintenance	15,000	13,195	1,805
Utilities	5,000	4,321	679
Education Program	1,800	1,154	646
Program Support	28,200	27,976	
Disaster and Emergency Services:			
Director Salary	18,804	18,800	4
Advertising	400		400
Pager Lease	120		120
Gasoline	1,059	858	201
Office Supplies	270	224	46
Postage	32	32	
Printing	290	262	28
Mileage Reimbursement	660		660
Telephone	3,143	2,670	473
Travel	1,500		1,500
Communication Equipment	932	640	292
Furniture and Fixtures	614	252	362

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Protection to Persons and Property</u> (Continued)			
Disaster and Emergency Services (Continued):			
Other Equipment	\$ 14,360	\$ 2,053	\$ 12,307
Vehicle Maintenance	2,000	1,459	541
Emergency Dispatch Service			
Salaries			
Mapping Coordinator	26,164	26,164	
Dispatchers	52,000	52,000	
Part-Time Dispatchers	29,800	29,590	210
Telephone	37,500	35,685	1,815
Miscellaneous	9,000	8,875	125
Other Capital Outlay	30,100	25,355	4,745
Forestry Fire Protection:			
Program Support	2,390	2,390	
Office of Public Defender:			
Mandate	1,827	1,827	
<u>General Health and Sanitation</u>			
Animal Shelter:			
Salaries	17,335	17,335	
Office Supplies	85	31	54
Utilities	1,900	1,849	51
Dog Control Contract	14,900	14,740	160
Recycling:			
Recycling Center Worker Salary	23,108	22,386	722
Advertising	1,573	1,078	495
Materials and Support	2,600	2,530	70
Miscellaneous	1,100	498	602
Landfill and Recycling Supplies	3,800	2,868	932
Solid Waste Part-Time Salary	14,255	14,252	3

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Social Services</u>			
Services to Children and Youth:			
Service Contract	\$ 16,390	\$ 9,825	\$ 6,565
Recreation Supplies	4,000	3,780	220
Renewal and Repair	1,000	697	303
Senior Citizens Program			
Contribution	5,000	3,000	2,000
<u>Debt Service</u>			
KACO Leasing Trust:			
Interest	12,611	11,841	770
<u>Capital Projects</u>			
Cobb Hill Phase VI Water Project	10,000		10,000
Other Capital Outlay	94,000	90,821	3,179
<u>Administration</u>			
General Services:			
Advertising	19,700	19,605	95
Audits	12,500	12,376	124
Cost and Bank Charges	375	358	17
Insurance	23,452	23,452	
Association Dues	5,358	5,316	42
Telephone	23,000	21,824	1,176
Utilities	23,500	23,004	496
Miscellaneous	10,100	7,983	2,117
Legal Fees	17,088	17,088	
Contingent Appropriations:			
Reserve for Budget Transfers	7,892		7,892
Fringe Benefits:			
County Contributions-			
Social Security	41,000	40,811	189

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>GENERAL FUND</u> (Continued)			
<u>Administration</u> (Continued)			
Fringe Benefits (Continued):			
County Contributions (Continued)-			
Retirement	\$ 45,000	\$ 43,360	\$ 1,640
Health Insurance	47,300	45,217	2,083
Worker's Compensation	42,000	41,754	246
Unemployment Insurance	9,600	9,542	58
Total Operating Budget	\$ 1,565,270	\$ 1,253,794	\$ 310,979
Other Financing Uses:			
(a) KACO Leasing Trust:			
Lease Principal	12,000	12,000	
Total General Fund	\$ 1,577,270	\$ 1,265,794	\$ 310,979
<u>ROAD AND BRIDGE FUND</u>			
<u>General Government</u>			
<u>Roads</u>			
Office of Road Supervisor/Engineer:			
Road Supervisor Salary	\$ 21,204	\$ 21,111	\$ 93
Road Maintenance:			
Road Laborers Salaries	210,283	209,877	406
Gravel	78,000	72,652	5,348
Materials and Supplies	511,079	510,556	523
Miscellaneous	2,254	2,128	126
<u>Debt Services</u>			
KACO Leasing Trust:			
Interest	4,623	3,871	752
Lease Payment:			
Principal	36,654	36,654	

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>ROAD AND BRIDGE FUND</u> (Continued)			
<u>Debt Services</u> (Continued)			
Lease Payment (Continued):			
Interest	\$ 2,261	\$ 2,209	\$ 52
<u>Capital Projects</u>			
Bridges:			
Contracted Construction	13,900		13,900
<u>Administration</u>			
Insurance	9,306	5,995	3,311
Telephone	1,700	1,529	171
Garage Utilities	5,434	5,219	215
Payment to School Board	1,800	1,625	175
Miscellaneous	300	300	
Fringe Benefits:			
County Contributions-			
Retirement	17,700	16,869	831
Social Security	17,150	16,903	247
Health Insurance	25,663	25,663	
Worker's Compensation	3,000	1,990	1,010
Unemployment Insurance	1,200		1,200
Total Operating Budget	\$ 963,511	\$ 935,152	\$ 28,359
Other Financing Uses:			
(a) KACO Leasing Trust - Principal	19,000	19,000	
(b) Transfers to Public Properties			
Corporation Fund	70,000	68,720	1,280
Total Road and Bridge Fund	\$ 1,052,511	\$ 1,022,872	\$ 29,639

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>JAIL FUND</u>			
<u>Protection to Persons and Property</u>			
Office of Jailer:			
Personnel Services-			
Salaries-			
Jailer	\$ 45,168	\$ 44,681	\$ 487
Deputy/Matrons	88,949	88,874	75
Part-Time Deputies	16,675	16,675	
Food Service Personnel	10,184	9,485	699
Operations-			
Cleaning Supplies	2,000	1,803	197
Food	35,000	32,582	2,418
Jail Linens	200		200
Prisoner Hygiene	1,400	1,200	200
Routine Medical	7,750	5,783	1,967
Staff Uniforms	400		400
Staff Travel	150	127	23
Telephone	1,000	15	985
Contracts with Other Counties	2,400	611	
Other Contracted Services	4,800	4,400	
Vehicles	200	76	124
Maintenance	5,000	4,539	461
Utilities	10,300	10,236	64
Furniture and Fixtures	1,000	442	558
Juvenile Housing	17,790	14,916	2,874
Juvenile Transportation	600	445	155
Miscellaneous Operating Expense	2,000	1,988	12
<u>Administration</u>			
General Services:			
Bank Charges	150	60	90
Work Release Liability Insurance	300		300
Association Dues	300	200	100
Staff Training	500		500
Contingent Appropriations:			
Reserve for Budget Transfers	98		98

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>JAIL FUND</u> (Continued)			
<u>Administration</u> (Continued)			
Fringe Benefits:			
County Contributions-			
Retirement	\$ 10,600	\$ 10,573	\$ 27
Social Security	12,150	11,839	311
Health Insurance	15,700	15,690	10
<u>Debt Service</u>			
Jail Capital Lease Obligation-			
Interest	10,332	10,332	
Total Operating Budget	\$ 303,096	\$ 287,572	\$ 13,334
Other Financing Uses:			
(c) Jail Capital Lease Obligation-			
Principal	5,604	5,425	179
Total Jail Fund	\$ 308,700	\$ 292,997	\$ 13,513
LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND			
<u>Protection to Persons and Property</u>			
County Fire Department:			
Fire Runs	\$ 1,791	\$ 1,791	\$
Materials	3,209	3,113	96
Public Advocacy	527		527
<u>General Health and Sanitation</u>			
Dog Control:			
Supplies	300	280	20
Specific Materials	1,300	1,178	122

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	Final Budget	Budgeted Expenditures	Under (Over) Budget
<u>LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND (Continued)</u>			
<u>Social Services</u>			
Youth Center:			
Recreation Supplies	\$ 2,200	\$ 2,009	\$ 191
Renewals and Repairs	500	183	318
<u>Roads</u>			
Gravel	34,585	34,521	64
<u>Debt Service</u>			
Lease-Purchase Agreement-			
Principal	9,465	9,465	
Interest	726	725	1
Total Local Government Economic Assistance Fund	\$ 54,603	\$ 53,265	\$ 1,338

CSEPP FUND

General Operations

CSEPP Services:			
Other Capital Outlay	\$ 5,000	\$	\$ 5,000
Communication Equipment	23,581	1,592	21,989
Training Education	1,000		1,000
Coordinator Salary	30,552	21,583	8,970
Coordinator Travel	2,900		2,900
Copy Machine Lease	1,717	1,160	557
Office Supplies	3,252	1,517	1,734
Operations	7,852	4,223	3,628
Exercise	413		413
Duplicating Supplies	6,250	4,673	1,577
Communication Equipment	1,500		1,500

ESTILL COUNTY
 COMPARATIVE SCHEDULE OF
 FINAL BUDGET AND BUDGETED EXPENDITURES
 Fiscal Year Ended June 30, 1999
 (Continued)

	<u>Final Budget</u>	<u>Budgeted Expenditures</u>	<u>Under (Over) Budget</u>
<u>CSEPP FUND (Continued)</u>			
<u>Administration</u>			
Fringe Benefits:			
County Contributions-			
Retirement	\$ 2,784	\$ 1,712	\$ 1,072
Social Security	2,025	1,131	894
Health Insurance	<u>3,219</u>	<u>1,552</u>	<u>1,667</u>
Total CSEPP Fund	<u>\$ 92,044</u>	<u>\$ 39,144</u>	<u>\$ 52,900</u>
<u>COMMUNITY DEVELOPMENT BLOCK GRANT FUND</u>			
Reserve for Transfer	<u>\$ 985,000</u>	<u>\$ 0</u>	<u>\$ 985,000</u>
<u>STATE GRANT FUND</u>			
<u>Protection to Persons and Property</u>			
Ambulance Support Service	\$ 26,528	\$ 26,528	\$
<u>Capital Projects</u>			
Water	<u>300,000</u>	<u></u>	<u>300,000</u>
Total State Grant Fund	<u>\$ 326,528</u>	<u>\$ 26,528</u>	<u>\$ 300,000</u>
Total Operating Budget - All Funds	\$ 4,290,052	\$ 2,595,455	\$ 1,694,597
Other Financing Uses:			
(a) KACO Lease Trust - Principal	31,000	31,000	
(b) Transfer to Public Properties Corporation Fund	70,000	68,720	1,280
(c) Jail Capital Lease Obligation- Principal	<u>5,604</u>	<u>5,425</u>	<u>179</u>
TOTAL BUDGET - ALL FUNDS	<u><u>\$ 4,396,656</u></u>	<u><u>\$ 2,700,600</u></u>	<u><u>\$ 1,696,056</u></u>

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER
FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS



Edward B. Hatchett, Jr.
Auditor of Public Accounts

Honorable Dwight Arvin, Estill County Judge/Executive
Members of the Estill County Fiscal Court

Report On Compliance And On Internal Control
Over Financial Reporting Based On An Audit Of Financial
Statements Performed In Accordance With Government Auditing Standards

We have audited the financial statements of Estill County, Kentucky, as of and for the year ended June 30, 1999, and have issued our report thereon dated July 13, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Estill County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Estill County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Honorable Dwight Arvin, Estill County Judge/Executive
Members of the Estill County Fiscal Court
Report On Compliance And On Internal Control
Over Financial Reporting Based On An Audit Of Financial
Statements Performed In Accordance With Government Auditing Standards
(Continued)

This report is intended solely for the information and use of management and is not intended to be and should not be used by anyone other than the specified party. However, this report, upon release by the Auditor of Public Accounts, is a matter of public record and its distribution is not limited.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Ed Hatchett", with a long horizontal flourish extending to the right.

Edward B. Hatchett, Jr.
Auditor of Public Accounts

Audit fieldwork completed -
July 13, 2000

COMMENTS AND RECOMMENDATIONS

ESTILL COUNTY
COMMENTS AND RECOMMENDATIONS

Fiscal Year Ended June 30, 1999

REPORTABLE CONDITIONS

1. The Fiscal Court Should Require Improved Accounting Procedures For Jail Commissary Fund

Our audit revealed that required financial reports and accounting records are not being maintained for the Jail Commissary Fund. Specifically noted was the absence of receipt and disbursement journals, daily checkout sheets, timely bank deposits, bank reconciliations, financial statements, and adequate supporting documentation for expenditures. KRS 441.135 states, "The jailer may maintain a canteen fund for the benefit of prisoners lodged in the jail and may assign such jail employees and prisoners to operate a canteen as are necessary for efficient operation. All profits from the canteen shall be used for the benefit or recreation of the prisoners. The jailer shall keep books of accounts of all receipts and disbursements from the canteen and shall annually report to the county treasurer on the canteen account." KRS 67.080 gives the fiscal court the authority to "... cause correct amounts and records to be kept of all receipt and disbursements of the public funds of the county." We recommend the fiscal court require the jailer to maintain complete and accurate records of the financial activity of the Jail Commissary Fund and prepare and submit the required financial reports. We also recommend that Jail Commissary Fund expenditures be supported by adequate documentation and exclusively for the benefit or recreation of the prisoners.

County Judge's Response:

Will advise Jailer.

Jailer's Response:

No response.

2. Jail Telephone Commissions And Jail Commissary Moneys Were Not Accounted For Properly

The Estill County Jail was paid \$2,692 in telephone commissions; \$1,280 was not deposited into an official county bank account and is unaccounted for, and \$997 was incorrectly deposited and used in the Jail Commissary Fund. The telephone commissions of \$2,692 are county funds, which should have been given to the County Treasurer for deposit to the county's Jail Fund. We recommend that the Jailer reimburse from personal funds \$1,280 to the Estill County Fiscal Court for deposit to the Jail Fund. We also recommend the Jail Commissary Fund reimburse the county's Jail Fund for the unauthorized expenditure of \$997 of telephone commissions and that telephone commissions be deposited in the Jail Fund in the future. The total to be reimbursed from the Jailer's personal funds for both the 1998 and 1999 fiscal years is \$2,984.

Jailer's Response:

No response.

ESTILL COUNTY
 COMMENTS AND RECOMMENDATIONS
 Fiscal Year Ended June 30, 1999
 (Continued)

3. JAIL COMMISSARY FUND HAD A LACK OF ADEQUATE SEGREGATION OF DUTIES

During our audit, it was noted that the internal control structure of the Jail Commissary Fund is weak primarily due to the lack of segregation of duties over receipts and disbursements. There is a limited staff size, which prevents adequate division of responsibilities. The Jailer has statutory authority to assume the role of custodian of monetary assets, as well as recorder of transactions and preparer of financial statements.

Jailers' Response:

No response.

NONCOMPLIANCES

4. Jailer Should Properly Collect And Account For Bail Bond Fees

During the audit period, the Jailer collected 282 bonds; however, no bail bond fees were remitted to the County Treasurer for deposit into the county's Jail Fund. KRS 431.5305 states, "With the approval of the fiscal court of the county in which the prisoner is incarcerated, the Jailer may prepare or accept a bail bond pursuant to KRS 30A.060(3)." In this case, he shall collect a fee of five dollars from the defendant. The Jailer shall furnish the defendant with a written receipt for the fee. By the tenth day of each month, the Jailer shall:

- Report the previous month's bonding fees to the county treasurer: and
- Submit the previous month's bonding fees to the county treasurer for the inclusion in the jail fund

This results in \$1,410 of bail bond fees, which are unaccounted for and were not deposited into the county's Jail Fund. In the 1998 audit, it was determined that \$1,100 of bail bond fees were also unaccounted for, so the cumulative total for both years is \$2,510. Bail bond fees are county funds that should be remitted to the County Treasurer for deposit into the county's Jail Fund. In the future, we recommend that all bail bond fees be collected by the Jailer and remitted to the County Treasurer for deposit in the county's Jail Fund.

Jailer's Response:

No response.

PRIOR YEAR FINDINGS

1. The fiscal court should require improved accounting procedures for jail commissary fund. This finding has not been corrected and is repeated in comment 1.
2. Jail telephone commissions and jail commissary moneys were not accounted for properly. This finding has not been corrected and is repeated in comment 2.

ESTILL COUNTY
COMMENTS AND RECOMMENDATIONS
Fiscal Year Ended June 30, 1999
(Continued)

PRIOR YEAR FINDINGS (Continued)

3. Jailer should properly collect and account for work release fees. This finding was corrected.
4. Jailer should properly collect and account for bail bond fees. This finding has not been corrected and is repeated in Comment 1.

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**CERTIFICATION OF COMPLIANCE – LOCAL
GOVERNMENT ECONOMIC ASSISTANCE PROGRAM**

ESTILL COUNTY FISCAL COURT

Fiscal Year Ended June 30, 1999

Appendix A

CERTIFICATION OF COMPLIANCE
LOCAL GOVERNMENT ECONOMIC ASSISTANCE PROGRAMS
ESTILL COUNTY FISCAL COURT

June 30, 1999

The Estill County Fiscal Court hereby certifies that assistance received from the Local Government Economic Assistance Program was expended for the purpose intended as dictated by the applicable Kentucky Revised Statutes.

A handwritten signature in cursive script, appearing to read "Dwight P. Murin", written over a horizontal line.

Name
County Judge/Executive

A handwritten signature in cursive script, appearing to read "L. Ann Rogers", written over a horizontal line.

Name
County Treasurer